

First Addendum to the MPF Scheme Brochure of the BCT (MPF) Industry Choice



This is the First Addendum (the “**First Addendum**”) to the MPF Scheme Brochure of the BCT (MPF) Industry Choice (the “**Plan**”) dated 23 March 2020 (the “**MPF Scheme Brochure**”). This First Addendum must be read in conjunction with and forms part of the MPF Scheme Brochure.

We have drawn up this list of consolidated incremental changes to supplement the information contained in the MPF Scheme Brochure. Bank Consortium Trust Company Limited (the “**Trustee**”) accepts responsibility for the information contained in this First Addendum as being accurate as at the date hereof. The MPF Scheme Brochure can be accessed via the website of the Trustee (www.bcthk.com) or obtained by contacting the Trustee.

The numbers on the left column of the below table refer to the relevant pages of the current version of the MPF Scheme Brochure. Unless otherwise defined herein, terms used in this First Addendum bear the same meanings as in the MPF Scheme Brochure.

The following amendments are made to the MPF Scheme Brochure with effect from 2 July 2021.

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| Page 14 | <p>The first paragraph under the heading “(a) Objective and policy” under the section headed “3.2.10 RMB Bond Fund” under the section headed “3.2 INVESTMENT OBJECTIVES AND POLICIES” in the section headed “3. FUND OPTIONS, INVESTMENT OBJECTIVES AND POLICIES” is deleted and replaced with the following:</p> <p>“The objective of the RMB Bond Fund, a bond fund, is to provide members with steady growth over the long term by investing solely in “Invesco Pooled Investment Fund – RMB Bond Fund”, an APIF (which is denominated in HKD only and not in RMB) which in turn invests primarily into RMB denominated debt instruments and money market instruments (including but not limited to commercial papers, certificates of deposit and bank deposits) issued or distributed outside and within the mainland China, with a primary focus on RMB denominated bonds issued in Hong Kong.”</p> |
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| Page 14 | <p>The second paragraph under the heading “(b) Balance of investments” under the section headed “3.2.10 RMB Bond Fund” under the section headed “3.2 INVESTMENT OBJECTIVES AND POLICIES” in the section headed “3. FUND OPTIONS, INVESTMENT OBJECTIVES AND POLICIES” is deleted and replaced with the following:</p> <p>“The underlying APIF will invest at least 70% of its net assets in RMB denominated bonds issued outside and within the mainland China, with a primary focus on RMB denominated bonds issued in Hong Kong. It may also invest in other RMB denominated debt instruments which include but are not limited to convertible bonds, fixed rate and floating rate debt instruments, issued by governmental and supranational bodies, local authorities, national public bodies and corporations worldwide. Accordingly, the inherent risk of the RMB Bond Fund will be associated with, among other things, RMB denominated investments.”</p> |
| Page 14 | <p>The fourth paragraph under the heading “(b) Balance of investments” under the section headed “3.2.10 RMB Bond Fund” under the section headed “3.2 INVESTMENT OBJECTIVES AND POLICIES” in the section headed “3. FUND OPTIONS, INVESTMENT OBJECTIVES AND POLICIES” is deleted and replaced with the following:</p> <p>“The underlying APIF may invest in debt securities traded on the China interbank bond market (“CIBM”) through the Bond Connect (and / or such other means as permitted by the relevant regulations from time to time) but will not invest in securities issued within mainland China through any Qualified Foreign Institutional Investor (QFII) quota.”</p> |

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| Page 15 | <p>The first paragraph under the heading “(e) Risks” under the section headed “3.2.10 RMB Bond Fund” under the section headed “3.2 INVESTMENT OBJECTIVES AND POLICIES” in the section headed “3. FUND OPTIONS, INVESTMENT OBJECTIVES AND POLICIES” is deleted and replaced with the following:</p> <p>“The performance of the fund is subject to a number of risks, including the following: general investment risk, currency risk, risk of changes in laws, regulations, policies and practices, emerging markets risks, risk of default of financial institutions, risks of default of issuer of debt securities, risks of China interbank bond market and Bond Connect, RMB currency risk, liquidity risk of RMB debt securities, and limited supply of RMB denominated debt instruments.”</p> |
| Page 29 | <p>The second paragraph under the sub-sub-section headed “4.1.12 Limited supply of RMB denominated debt instruments” under the sub-section headed “4.1 GENERAL INVESTMENT RISKS” in the section headed “4. RISKS” is deleted and replaced with the following:</p> <p>“Certain RMB debt instruments available in the market may not meet the requirements under Schedule 1 to the Regulation. Although it is expected that there will be sufficient issues of debt instruments that meet the requirements, the choice of investment may not be as diverse as other types of funds.”</p> |

The following amendments are made to the MPF Scheme Brochure with immediate effect.

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| Page 36 | <p>The last paragraph in section 5.1.3.2 headed “Underlying Funds” under the section 5.1.3 headed “Explanatory Notes” under section 5.1 headed “FEE TABLE” in section headed “5. FEES AND CHARGES” is deleted and replaced with the following:</p> <p>“Increase in fees</p> <p>The fees of the underlying APIFs may be increased by giving 3 months’ notice to the relevant unitholders concerned provided that the maximum levels are not exceeded.”</p> |
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Date: 22 March 2021

ISSUED BY BANK CONSORTIUM TRUST COMPANY LIMITED